# STATE OF SOUTH CAROLINA

# BEFORE THE PUBLIC SERVICE COMMISSION

### DOCKET NO. 2004-178-E

IN THE MATTER OF:		)
		)
South Carolina Electric & Gas	Company	) INTERROGATORIES OF
Application for Adjustment in the Company's		) THE CONSUMER ADVOCATE
Electric Rate Schedules and Tariffs		) (Set No. 2)
		)

Pursuant to S.C. Code Ann. § 37-6-601 et. seq., (2003), and 26 S.C. Code Ann. Regs. 103-851 (1976 and Supp. 2003), this party of record and Intervenor, Elliott F. Elam, Jr., Acting Consumer Advocate for the State of South Carolina, hereby serves these Interrogatories upon South Carolina Electric and Gas Company (SCE&G or Company) in Docket No. 2004-178-E and files the original and one (1) copy with George N. Dorn, Jr., Interim Executive Director of the South Carolina Public Service Commission.

# IT IS HEREIN REQUESTED:

- A. That all information requested below, unless otherwise specified, be limited to the Company's South Carolina operations.
- B. That all information shall be provided to the undersigned in the format as requested.
- C. That all responses to the requests below be labeled using the same numbers as used herein.
- D. That if the requested information is found in other places or in other exhibits, reference not be made to those, but instead, that the information be reproduced and placed in the interrogatory response in the appropriate sequence.
- E. That any inquiries or communications relating to questions concerning clarifications

of the data requested below be directed to the undersigned.

- F. That all exhibits be reduced to  $8\frac{1}{2}$ " x 11" format.
- G. That the requested information be bound in ring binders (loose leaf notebook) or otherwise bound.
- H. That in addition to the signature and verification at the close of the Company's responses, the Company witness(es) or employee(s) responsible for the information contained in each answer be indicated.
- I. That each of these Interrogatories be reproduced at the beginning of each of the responses.
- J. That the Company provide the Consumer Advocate two copies of the responses to these Interrogatories as soon as possible, but no later than <u>October 1, 2004</u>, and provide one copy to:

Glenn A. Watkins Technical Associates, L.L.C. 1051 East Cary Street, Suite 601 Richmond, VA 23219

- K. If the response to any Interrogatory is that the information requested is not currently available, state when the information requested will be available.
- L. These Interrogatories shall be deemed to be continuing so as to require the Company to supplement or amend its responses as any additional information becomes available.
- 2-1. Please provide a complete copy of the Daniel F. Ford report referenced on page 31 of Dr. Malkiel's direct testimony.
- 2-1. Please provide all workpapers and source documents to tables 2, 3, and 4 of Dr. Malkiel's direct testimony relating to:

- (a) I/B/E/S 1-T EPS growth rates (include all reports and date);
- (b) FirstCall L-T EPS growth rates (include all reports and date);
- (c) determination of 4.25% flotation cost.
- 2-3. It appears that Dr. Malkiel's flotation cost adjustment of 4.25% is multiplied by the DCF cost before flotation to arrive at the DCF cost after flotation. Please confirm if this is correct. If not, please explain the proper treatment of this flotation adjustment.
- 2-4. Is it Dr. Malkiel's opinion that his 4.25% flotation adjustment would be multiplied by the DCF cost (before flotation) regardless of the calculated DCF; e.g., 9.0% v. 19.0%?
- 2-5. Please explain why the I/B/E/S and FirstCall L-T EPS growth estimates are different for some companies in Dr. Malkiel's direct testimony.

Elliott F. Elam, Jr. Acting Consumer Advocate

Hana Pokorna-Williamson Staff Attorney

By:

S.C. Department of Consumer Affairs 3600 Forest Drive Post Office Box 5757 Columbia, S.C. 29250-5757 (803) 734-4188

September 21, 2004

## **CERTIFICATE OF SERVICE**

This is to certify that I, Hana Pokorna-Williamson on behalf of Elliott F. Elam, Jr., Acting Consumer Advocate, have served this day the foregoing **Interrogatories of the**Consumer Advocate upon the Executive Director of the Commission and the persons named below, at the addresses set forth, by personal delivery.

F. David Butler, Esquire S.C. Public Service Commission P.O. Drawer 11649 Columbia, SC 29211

Catherine D. Taylor, Esquire SCANA Corporation Legal Department Columbia, SC 29218

Francis P. Mood, Esquire Haynsworth Sinkler Boyd, P.A. P.O. Box 11889 Columbia, SC 29211-1889

Frank R. Ellerbe, III, Esquire Robinson, McFadden & Moore P.O. Box 944 Columbia, SC 29202

Scott Elliott, Esquire Elliott & Elliott, P.A. 721 Olive Street Columbia, SC 29205

September 21, 2004 Columbia, South Carolina Dr. Kay Davoodi, P.E Department of the Navy Engineering Field Activity Chesapeake Attn: Utility Rates Office 1314 Harwood Street, S.E. Washington Navy Yard, D.C. 20374-5051

Audrey Van Dyke, Esquire Department of the Navy Naval Facilities Engineering Command Litigation Headquarters 720 Kennon Street, S.E., BLDG 36, Room 136 Washington Navy Yard, D.C. 20374-5051

Frank Knapp, Jr. 118 East Selwood Lane Columbia, SC 29212

Belton T. Zeigler, Esquire P.O. Box 61136 Columbia, SC 29260